UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency Washington, DC 20250 **Notice TB-1027**

For: Flue-Cured Tobacco State and County Offices

2002 Flue-Cured Tobacco Allotment, Quota, Farm Yield, and Reserve Acreage

Approved by: Acting Deputy Administrator, Farm Programs

Bradley Karmen

1 Overview

A Background

The Secretary has determined and announced the following for the 2002 crop of flue-cured tobacco:

- marketing quota is 582.0 million pounds
- acreage allotment is 278,736 acres
- average yield goal is 2,088 pounds
- reserve for:
 - new farms is 633 acres
 - corrections and adjusting inequities is 100 acres.

9-TB SCOAP provides instructions for processing annual calculations of the flue-cured allotments and quotas. Notice TB-1017 instructed County Offices to complete FSA-578 summarization before executing the annual calculations. However, many County Offices have failed to process FSA-578 summarization properly, resulting in incomplete or inaccurate information being passed to other agencies.

B Purpose

This notice provides:

- 2002 national factors and reserve acreage for flue-cured tobacco
- instructions for completing annual calculations.

| Disposal Date | Distribution |
|------------------|--|
| December 1, 2002 | Flue-Cured Tobacco State Offices; State Offices relay to applicable County Offices |

2 National Factors and Reserve Acreage

A 2002 National Factors

The 2002 national factor for:

- acreage is 1.0600
- yield is .9251
- 5-year adjustment is 1.0000
- current year equivalent is 1.0605.

B Acreage Prorated to States

Reserve acreage for adjusting inequities in old farm acreage allotments is prorated to States as follows.

| State | Reserve Acreage |
|----------------|-----------------|
| Alabama | .08 |
| Florida | 2.06 |
| Georgia | 10.54 |
| North Carolina | 65.93 |
| South Carolina | 12.48 |
| Virginia | 8.91 |

3 Action

A KCAO Action

KCAO shall transmit the 2002 national factors in subparagraph 2 A to flue-cured tobacco County Offices by December 21, 2001.

B County Office Action

Before performing 2002 annual calculations of the flue-cured allotments and quotas, County Offices shall do the following:

- complete 2001 crop year FSA-578 summarization according to Notice TB-1017
- load MQ-108-1 data according to 9-TB SCOAP, paragraph 360.5
- complete the reconciliation of producer marketings according to 9-TB SCOAP, Parts 9 and 24
- review farms with CRP reductions for flue-cured tobacco

Note: Reinstate quota reduction for CRP-1's that expired or were terminated in 2001. See 9-TB SCOAP, Section 5 for instructions on CRP reductions.

- run farm and tract crop file verification according to 9-TB SCOAP, paragraph 356 and make necessary corrections
- generate and transmit the following by December 28, 2001:
 - Lease and Transfer of Allotments and Quotas Report PSL-16R
 - Unmarketed Tobacco Report PSL-69R
- update new flue-cured tobacco stabilization ID numbers in the name and address file
- update flue-cured tobacco warehouse changes in the facility file according to 1-CM and print and review list of eligible warehouses for producer designation.

Continued on the next page

3 Action (Continued)

C

Performing File Backup

County Offices shall perform a complete file backup:

- before performing annual calculations
- immediately after completing annual calculations.

Note: Completing 2001 crop year FSA-578 summarization is mandatory before performing annual calculations.

D Generating and Mailing MQ-24's

County Offices shall generate and mail MQ-24's as follows:

- indicate that 2002 is not a referendum year when generating MQ-24's
- date MQ-24's (FSA-708's) no later than January 25, 2002
- mail MQ-24's by COB January 25, 2002.

Note: MQ-24's can be reprinted only using option 1 on Preparation of Annual Notices Menu MKACO2. After option 2 is selected, reprinting is not available.

E State Office Action Backup

State Offices shall take the following action.

| Step | Action |
|------|--|
| 1 | Transmit Lease and Transfer of Allotments and Quotas Report PSL-16R and Unmarked Tobacco Report PSL-69R to KCAO by January 11, 2002. |
| 2 | Ensure that County Offices have an adequate supply of FSA-708's to print MQ-24's. |
| 3 | Transmit reports generated from annual calculations to KCAO by February 11, 2002. |
| 4 | Allocate all reserve acreage to County Offices by March 1, 2002. |
| 5 | Instruct County Offices to load acres and make adjustments in old farms by March 1, 2002. |